# FORM 7-21FARMOP 2003 Instructions

(7-02)

# INSTRUCTIONS FOR DECLARATION OF FARM OPERATOR INFORMATION

(For Certification and Reporting Requirements of the Reclamation Reform Act of 1982)

Bureau of Reclamation OMB Control No.: 1006-0005

Do not use this form after December 31, 2003

#### **Paperwork Reduction Act**

This information is being collected to establish landholder compliance with Federal reclamation law. Response to this request is mandatory in accordance with Public Law 97-293 and 43 CFR 428.4 through 43 CFR 428.8. Public reporting burden for this form is estimated to average 1 hour 18 minutes per response, including time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. An agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a currently valid Office of Management and Budget (OMB) control number. Direct comments regarding the burden estimated or any other aspect of these forms to Manager, Reclamation Law and Revenues Management Office, Code D-5200, U.S. Bureau of Reclamation, PO Box 25007, Denver CO 80225, and the Desk Officer for the Interior Department, Office of Information and Regulatory Affairs, Office of Management and Budget, Washington DC 20503.

# **GENERAL INFORMATION**

"General Information About RRA Forms" (Form 7-21INFO) provides basic instructions on using Reclamation Reform Act of 1982 (RRA) forms. Ask your district office for this form each year to keep current. Refer to the definitions at the end of Form 7-21INFO whenever the meaning of a term is not clear to you. Please note, some terms such as "irrigable land," "irrigation land," and "irrigation water" have special definitions when used in these forms which differ from their common meaning. Other terms and corresponding definitions that are specific to the RRA forms are:

- "Land" or "acres" means irrigable and/or irrigation land.
- "You" means the farm operator or authorized agent of the farm operator, or, as applicable, the part owner of a farm operator that is a legal entity.
- "We," "us," "our," or "Reclamation" means the Bureau of Reclamation.
- "Farm operator" means an individual or legal entity other than the owner, lessee, or sublessee that performs any portion of the farming operation. This includes farm managers, but does not include spouses, minor children, employees for whom the employer pays social security taxes, or custom service providers.

"Custom service provider" means an individual
or legal entity that provides one specialized,
farm-related service which a farm owner, lessee,
sublessee, or farm operator employs for agreed
upon payments (e.g., crop dusters, custom
harvesters, grain haulers, etc.).

Visit www.usbr.gov/rra for more information.

#### WHO MUST SUBMIT THIS FORM

You must submit a "Declaration of Farm Operator Information" (Form 7-21FARMOP) if:

- You are a farm operator and you provide services to more than 960 nonexempt acres westwide, held by a single trust or legal entity or any combination of trusts and legal entities; or
- You are a part owner of a legal entity that is a farm operator that must submit RRA forms and the farm operator is providing services to land that you formerly owned as excess and sold or transferred at a price approved by us.

# WHERE TO SUBMIT FORMS

You must submit a Form 7-21FARMOP to **each district** in which you provide services westwide. You must submit an original form to one district office and may submit copies to others if you provide services in more than one district.

#### WHAT LAND TO INCLUDE

You must declare all land to which you and your wholly owned subsidiary(ies) provide(s) services westwide that is:

- subject to the acreage limitation provisions, and
- held in a trust or held by a legal entity,
- land held by individuals and estates is not to be included.

For each parcel, you must provide an accurate legal description or an assessor's parcel number. Be sure to break down land parcels as far as necessary to ensure accurate identification.

# **ANNUAL DECLARATION**

You must submit Form 7-21FARMOP each and every year prior to the delivery of Reclamation irrigation water to the land for which you provide services if you are required to submit this form as specified above. You are not required to submit Form 7-21FARMOP if you are a custom service provider as defined earlier in these instructions.

# IF THE LAND YOU PROVIDE SERVICES TO CHANGES

Once you have submitted a Form 7-21FARMOP for the water year, you are **not** required to submit additional Forms 7-21FARMOP during that water year if you should either start providing services to additional lands or cease providing services to certain lands.

#### **FORMERLY EXCESS LAND**

If you are a former owner of land now held in trust or by a legal entity, such land is not eligible to receive Reclamation irrigation water if:

- The land was excess when you owned it;
- You sold or transferred the excess land at a price approved by us; and
- You are the direct or indirect farm operator of that land.

This does not apply if you or the landholder pays the full-cost rate for any Reclamation irrigation water delivered to your formerly excess land that is otherwise eligible to receive such water. See 43 CFR 428.9 and 43 CFR 428.10 of the Information Requirements for Certain Farm Operations in Excess of 960 Acres and the Eligibility of Certain Formerly Excess Land for more information.

#### **GENERAL INSTRUCTIONS**

Type or print in ink all answers. You must initial and date any crossouts and corrections. You may attach continuation sheets to list information. Please contact your district office or the appropriate Reclamation office if you have any questions.

#### ITEM BY ITEM INSTRUCTIONS

### **Farm Operator Information**

This section is to be completed by all farm operators.

- 1. Enter the farm operator's name. The farm operator's name should be the name of the individual or entity providing the services to the land, unless the farm operator is an entity which is a wholly owned subsidiary of another entity. In that case, the parent entity's name should be given as the operator, and the subsidiary's name should appear on the lines provided in item 13.
- 2. Check the box to indicate whether you are an individual, an entity, or the part owner of a farm operator entity.
- 3. (a) Enter the farm operator's street address or rural route number, city, state, and ZIP code. An attorney's address, "c/o" address, etc., is not acceptable in place of a street address. Post office box numbers may be used only if no other address exists.
  - (b) Enter the mailing address if the farm operator's mailing address is different than the street address.
- 4. (a) Enter the telephone number where questions can be directed.
  - (b) Enter the name of a contact person at that telephone number.
- 5. **For entities:** Enter the state(s) or country(ies) in which the farm operator is established or registered.
- 6. Enter the farm operator's social security number (SSN) (an SSN is optional) or the entity's Taxpayer Identification Number (TIN). Leave this blank if the entity does not have a TIN and is not required to obtain one by the Internal Revenue Service (IRS). If you are a resident or nonresident alien who does not have (and is not eligible to obtain) an SSN and you have obtained an Individual Taxpayer Identification Number (ITIN), enter that number here.

# Land For Which the Farm Operator Provides Service(s)

This section is to be completed by all farm operators.

- 7. This section requests information regarding the services you and your wholly owned subsidiary(ies) provide(s) to land westwide that is held in a trust or held by a legal entity. For each parcel, enter the following:
  - (a) Name of the district in which the land parcel is located.
  - (b) Provide an accurate legal description of the land parcel or an assessor's parcel number.
  - (c) Enter the services provided for each land parcel.
  - (d) Enter the name, address, and telephone number of the legal entity or trust for whom the services are provided.
  - (e) Enter the number of acres in each land parcel for which you provide services.
  - (f) Indicate who decides when the farm operating services should be provided: you or your entity (self), the landholder (landholder), or another natural person or entity (other). Provide a name in the space provided if you indicate "other."
  - (g) Indicate who decides what services will be performed on the land parcels on a daily basis: you or your entity (self), the landholder (landholder), or another natural person or entity (other). Provide a name in the space provided if you indicate "other."
- 8. Total column 7(e). This is the total number of acres for which you provide services on this page. If you need to report services you provide to additional parcels, list them on page 2.
- 9. Enter the farm operator's name again. (These forms are often photocopied, so it is necessary to have the farm operator identified on each page.)
- 10. Continue listing parcels for which you provide services that are held in a trust or held by a legal entity. See the specific instructions under item 7 above.
- 11. Total column 10(e). This is the total number of acres for which you provide services on this page. If you need to report services you provide for additional parcels, please do so on a separate sheet of paper and attach it to this form.

# Subsidiary(ies) of the Farm Operator Entity

This section is to be completed **only** by the parent entity of the wholly owned subsidiary(ies) that provide(s) the farm operating services.

- 12. Enter the farm operator's name.
- 13. List any wholly owned subsidiary(ies) of the farm operator that provides services to legal entities or trusts and all irrigable and/or irrigation land parcels westwide for which the subsidiary(ies) provide(s) services that are held in a trust or held by a legal entity. Intermediate entities are not exempted from the requirements to report services they provide unless they are wholly owned subsidiaries. Such intermediate entities must complete a separate

  Form 7-21FARMOP. If your entity needs to report additional subsidiaries, please do so on a separate sheet of paper and attach it to this form.
  - (a) Enter the subsidiary's name.
  - (b) Enter the subsidiary's TIN. Leave this blank if the subsidiary does not have a TIN and is not required by the IRS to have a TIN.
  - (c) Provide an accurate legal description or assessor's parcel number for the land receiving farm operating services from the subsidiary.

### **Part Owners of Your Entity**

This section is to be completed by farm operator entity **only** (if applicable).

- 14. Provide your entity's organizational structure by identifying all part owners of your entity. Enter the following information about the part owners:
  - (a) Part owner's name.
  - (b) Part owner's SSN or ITIN if the part owner is a natural person. (An SSN is optional.) Enter the part owner's TIN if the part owner is an entity or trust. Leave this blank if the entity does not have a TIN and is not required by the IRS to have a TIN.
  - (c) Percentage of the farm operator entity that the part owner owns.

# **Farm Operator Summary**

This section is to be completed by individual and entity farm operators.

- 15. Enter the farm operator's name.
- 16. Enter the total number of acres westwide for which you provide services. Obtain this information by adding together item 8 and item 11. Be sure to include in this total any acres listed on any attachments you may have prepared for item 10.
- 17. This question should be answered "yes" if any of the land to which services are being provided was formerly owned by the farm operator as excess land. This applies even if the land was placed under a recordable contract. Skip to item 19 if you answer "no" to this question.
- 18. If you answer "yes" to this question, provide a legal description or an assessor's parcel number for the land parcel(s) sold or transferred at a price approved by us.
- 19. Indicate whether you or your entity [and/or its subsidiary(ies)] can use the farm operating agreement as collateral on a loan. Provide a legal description or an assessor's parcel number for the land to which this applies if you answer "yes" to this question.
- 20. Indicate whether you or your entity [and/or its subsidiary(ies)], are able to sue or be sued in the name of the landholdings for which you provide services. Provide a legal description or an assessor's parcel number for the land to which this applies if you answer "yes" to this question.
- 21. Indicate whether you or your entity [and/or its subsidiary(ies)] are authorized to apply for any Federal assistance from the United States Department of Agriculture in the name of the landholdings for which you provide services. Provide a legal description or assessor's parcel number for the land to which this applies if you answer "yes" to this question.

#### **Signatures**

22. Read the attestation statements carefully and sign and date the form in ink. If the farm operator is an entity and that entity is a partnership, joint tenancy, or tenancy-in-common, all partners, joint tenants, or co-tenants must sign the form unless they have provided a written signature authorization allowing one natural person to sign for the entity. A copy of the signature authorization must be submitted to each district to which the entity submits an RRA form(s). The district office must keep any such signature authorizations on file.